

FISCAL NOTE

SB 3130 - HB 3088

February 10, 2000

SUMMARY OF BILL: Prohibits public higher education institutions from increasing the compensation of an administrator until all faculty members are compensated at a rate equal to the Southern Regional Education Board (SREB) average for similar positions.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - Prevents an Increase in State Expenditures Exceeding \$100,000

Assumes that the Board of Regents and the UT system would be prohibited from providing salary increases for administrators that could have been provided in the absence of the bill. The amount of cost that may be prevented would be dependent upon the number of administrators and the amount of potential salary increases that would be given in the absence of the bill. The amount cannot be determined but can reasonably be estimated to exceed \$100,000 annually for the two systems.

For information purposes, it would take an amount in excess of \$13,000,000 to raise faculty salaries at the University of Tennessee institutions to SREB averages.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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